

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

January 20, 2011

CERTIFIED RETURN RECEIPT 7004 2510 0004 1824 7319

Brook Knotts Knotts & Company P.O. Box 1335 Salem, Utah 84653

Subject: Return of Check, Knotts & Co., Sevier Mining Claim #1-8 Mine, S/041/0038, Sevier County,

Utah

Dear Mr. Knotts:

The Division recently received your 2010 Annual Report, together with a check for \$150 and a completed Notice of Intention (NOI) to Commence Small Mining Operations.

Thank you for promptly submitting your 2010 Annual Report. The NOI form you submitted with your report was previously submitted in 2008 in order to establish your permit, and only needs to be submitted to the Division once. Therefore, we will not process your recent NOI submittal. We are also returning the \$150 check to you, since you are current on all of your fees. The permit fee will be due in either July 2011 or January 2012. (The Division has proposed a rule change which would make the payment due at the end of January each year.)

Thank you for your effort to help keep your permit up to date. If you have questions or concerns regarding this letter, please contact me at (801) 538-5261 or Peter Brinton at 538-5258.

Sincerely

Paul B. Baker

Minerals Program Manager

PBB:pnb:eb

Attachment: \$150 check

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